VOL. LXXXVI.-NO. 92-DAILY.

Fair to-day and to-morrow; no change in temperature; fresh westerly winds. Highest temperature yesterday, 42; lowest, 34.

THE NEW YORK HERALD

NEW YORK, WEDNESDAY, NOVEMBER 30, 1921.—ENTERED AS SECOND CLASS MATTER, POST OFFICE, NEW YORK, N. Y.

AFTER CONFERENCE

First Permanent Commission

Is Authorized to Pass on

Extraterritoriality.

JAPAN'S INVASION SHOWN

Penetration Announced in

Communique.

authorized a commission to investigate

ence adjourns and is to report on the

of, extraterritoriality within a year

decisions with the Government of the

Dr. Alfred Sze, Chinese Minister Washington, addressed the conferen

police and soldiers in China and other practices which, he charges, impair the administrative integrity of the Chinese

Data was presented concerning the number of foreign troops in China, the

presence of foreign police, of radio guards and of foreign post offices, &c.

This summary shows how firmly Japan

Communique of the Day.

States of America, the British Empire.

France, Italy, Japan, the Netherlands

"Having taken note of the fact that

addenda says:

The official communique and its

New York Herald Bureau, } Washington, D. C., Nov. 29.

PRICE TWO CENTS !

THE BEST IN ITS HISTORY.

The New York Herald, with all that was

best of The Sun intertwined with it, and

the whole revitalized, is a bigger and better

and sounder newspaper than ever before.

I. R. T. STOCK CHART SHOWS LONG SLUMP: \$87 SHARES NOW \$6

Range Downward Except in Period 16 P. C. Dividend Sent Stock Climbing.

BELMONT TO EXPLAIN

Hedges Agrees With Hedley's Transit Views, but Is Not Optimistic.

EXPERT HITS BUSES HARD

More About Evolution of \$550 Cash Corporation Into \$50,-000,000 Inter-Con. Co.

The Finance and Holding Corpora on, which played so important a part in the revelations made by the Transit on in its examination last Monday into Interborough high lnance, enjoyed, it was learned yesterday, a brief but brilliant career.

August Belmont, when he takes the witness chair this morning to testify as chairman of the I. R. T. board, probably will be asked some pertinent concerning his possible nowledge of this corporation which played such a big part.

Clarence J. Shearn, counsel for the on, placed in the record on Monday the story of the evolution of Interborough-Metropolitan into the Interborough Consolidated in June, 1915. So precarious prior to that time could not distribute any dividends to its preferred stockholders in excess of the 9 per cent. needed to carry the interest on its 4% per cent. collateral trust bonds without an obvious violation of the law. Its only chance to pay higher dividends was to scale down the amount of its capital stock,

of impaired capital, which is a crime.

Counsel for the commission has learned
that the Finance and Holding Corporation was incorporated February 11, 1915,
with a cash capital of \$550, consisting of
ten shares of stock, of which five were
preferred and the remaining five were
common shares "with no par value."
The only business address of the concern named in the papers of the concern paned in the papers of the concommon shares "with no par value."
The only business address of the concern named in the papers of incorporation was "Borough of Manhattan." Its ostensible incorporators were named as being Charles Maitland Connfeit of 49 East Eightleth street. Phillips Allen Clarke of 10 East Ninetieth street and Seth Hodfield of 678 Seventy-fifth street.

Corporation Grows Swiftly.

This was the concern, with its paltry capital of \$550, incorporated in February, which in the following June blossomed into Interborough Consolidated with its \$50,000,000 capital.

In addition to Mr. Belmont, members of the old board of directors who have been summoned to the commission's examination to-day are Edward J. Berwind, chairman of its executive committee; Daniel G. Reid, and Guy Tripp, who is said to have represented in the board the Westinghouse interests. Mr. Belmont is to be sworn first.

These directors were to have appeared yesterday, but when the examination was convened James L. Quackenbush, general counsel for the I. R. T., asked that they be permitted a day to consult their personal counsel before testifying. Mr. Quackenbush pointed out that at the time these transactions occurred he had not yet become general counsel to the corporation and was not in position to advise on questions of policy. His predecessor was Richard Reid Regers, Mr. Quackenbush not having become general counsel until after the death of T. P. Shonts.

"I feel therefore," said the counsellor, "that injustice to the individuals who were directors during those periods, who might be subject to civil liability arising out of their transactions, or might not—as to which I express no ophion—are entitled to have the advice of their own private counsel. If any action should be taken against them, as to which they have been threatened by Mr. Clarance Venner, I would be in no position to represent them in such action. My business is to represent the especiation."

iner, "it is only fair that they have portunity to consult with their own unsel before being examined." Frederick W. Lindars, chief account-

"Love Your New Home," Foch Tells War Brides

Tears came to the eyes of Marshal Foch here to-day hen three French war brides leaded with him to take them ack to their native land. We love America, but we are esome for France," they told

"You must never forget France but you must love your new ho and honor your husbands," Marshal replied.

BROADWAY BLAZE **BLOCKS ALL TRAFFIC**

lar of Building Near Fiftyfifth Street.

10,000 PRESS FIRE LINES

trol Excited Throngs From Theatres.

Fire among 5,000 automobile tires tored in the basement of the four story brick building at 1721 and 1723 Broadway, near Fifty-fifth street, tied up traffic in Broadway for more than two hours early last evening, caused ten firemen to be overcome by smoke, taken to a hospital, and attracted such a large crowd from the theatrical district that reserves from the West Forty-seventh and West Sixtyeighth street police stations were called to keep the people behind the fire lines.

actual assets and actual liabilities that tablished fire lines at Fifty-third and so heavy and so thick that it seeped into the West Side subway through Columbus Circle and invaded the Cum-

MIAMI-Apply Free Information Bureau, 36
W. Flagler St., Miami, for apartments and houses by month or season.—Adv.

6 KILLED, 22 HURT OF THEATRE WALLS

ing Falls on Workmen, Pulling Down Roof,

Wreck of Steel and Brick in Bedford Avenue.

Whose Noise Drowns Cries of Injured Calling for Help.

What was to have been the Ameri-Bedford avenue, Brooklyn, collapsed beneath the weight of its roof yesterday, burying in a heap of brick and steel most of the fifty men who were building it. The verified records show that at least six of them were killed the latter have small chance of recovery. At least four men are missing. Rosenthal and Samuel

Moskowitz, owners and general contractors, were arrested last night by District Attorney Lewis, who ordered charges of manslaughter in the first Mr. Lewis had started an investigation within an hour after the wreck. Other arrests may be made

The District Attorney said he would paroxysm similar to that which preinsist that the two men be held withthey had complied with all the requirements of the building inspectors. Mr. arches fell carrying with it 3,000 bricks. Other witnesses declared that in their opinion there was too much

ARBUCKLE WITNESS, JAPANESE SPOKESMAN DISAVOWS IN BROOKLYN CRASH A WOMAN, ARRESTED PROTEST FOR LARGER NAVAL RATIO; ON PERJURY CHARGE

Framework of New Build- Her Tale About Miss Rappe CHINA'S DAY COMING Is Refuted by Prosecution's Testimony.

TWO OWNERS ARRESTED PAROXYSM IS DENIED

Four Men Still Missing in District Attorney Puts On His 'Surprise' Witnesses; Has 38 Others.

BACK OF HOUSE CLIPPED ATTACK FATTY'S STORY Detailed List of Her Forces of

Police Fight Back Crowd Comedian's Lawyers Able to Combat Successfully Some of Onslaughts.

> San Francisco, Nov. 29.-A sensa- extraterritoriality in China. A resoional feature of the trial of Roscoe lution to this effect was based on a Arbuckle on the charge of manslaughter in connection with the death first commission authorized to carry of Virginia Rappe developed to-day on after the conference adjourns. when District Attorney Brady caused the arrest of Mrs. Minnie Neighbors, within three months after the conferwitness for Arbuckle, on a charge of perjury. She is the wife of a Los manner in which Chinese laws are Angeles policeman. Her release on executed and regarding the abrogation \$2,000 bail followed.

> The action followed the adducing of Provision is made for similar action testimony from two witnesses called by Powers which have extraterritorial in rebuttal by the prosecution attack- rights through treaty by filing their ng the testimony of Mrs. Neighbors. Mrs. Neighbors testified last week United States, that while at Wheeler Hot Springs in the Ojai Valley last August she had the Olai Valley last August she had committee on the question of extrater-witnessed Virginia Rappe suffer a ritorial rights, the presence of armed

ceded her death after Arbuckle's hotel party of September 5. contradictory witnesses were Mrs. Mary Poulin, assistant manager of the Wheeler Hot Springs, and Mrs. Jose-phine Hardebeck, former housekeeper

for Virginia Rappe.

Mrs. Poulin, one of the pro-"surprise witnesses," testified that Vir- is entrenched thereginia Rappe was not at the resort dur-ing July or August.

"The representatives of the Powers ereinafter named participating in the discussion of Pacific and Far Easters questions in the conferences on the limi-tation of armament, to wit, the United

Events moved rapidly to-day. With the jury tired, the court's temper on edge, and attorneys considerably worn by the ceaseless array of questions and answers, the prosecution picked up its rebuttal at 10 o'clock, when court opened, and proceeded to "carry on" at high speed.

Forty witnesses were scheduled to be called by the prosecution to break down the defence case, and more particularly Arbuckle's story of the famous "party." Several of these witnesses were to establish technical angles of the case. The hopes of the prosecution in several instances were not realized.

With the concluding of the testimony "Bairs and attention of the fact that in the treaty between Great Britain and China dated September 5, 1902; in the creaty between the United States of America and China, dated October 8, 1903, these several Powers have agreed to give every assistance towards the attainment by the Chinese Government of its expressed design to reform its judicial system and to sing prepared to relinquish extraterritorial rights when satisfied that the state of the Chinese laws, the arrangements of the concluding of the testimony "Bairs symmathetically disposed tow-"Bairs symmathetically disposed tow-"Bairs and China dated September 5, 1902; in the China dated October 8, 1908, and in the treaty between the United States of America and China, dated October 8, 1908, and in the treaty between the United States of America and China, dated October 8, 1908, and in the treaty between the China dated September 5, 1902; in the treaty between the China dated October 8, 1908, and in the treaty between the China dated October 8, 1908, and in the treaty between the cast between the China dated October 8, 1908, and in the treaty between the China dated October 8, 1908, and in the

ASSOCIATION OF NATIONS DIFFERENT FROM EUROPEAN

HARDING DENIES LEAGUE RIVALRY

Washington, D. C., Nov. 29.

HATEVER association of nations may grow out of the Conference for the Limitation of Association o New York Herald Bureau. | Washington, D. C., Nov. 29. at the European League of Nations. This was made clear at the White House to-day, where the proposed yearly conference growing out of the present conference has been a live topic of dis-

The relationship of the proposed Association of Nations to the league has been eagerly discussed ever since intimations have been given at the White House that the President would be pleased to see some form of permanence given the present association of nations It has been increased by the fact that several of the delegates are officers of the league, and M. Viviani, notably, is one of its strongest

In making it clear that the Association of Nations which the President hopes to see grow out of the arms conference is not aimed at the league. White House callers were given to understand that there is no opposition to the League of Nations here. That organization is regarded as a purely European organization. As such the American people have decided that they will have nothing to do with it.

If the Europeans can make their league a working force it will be a welcomed assistance in bringing about peace to the world. But the Association of Nations which the President has in mind is clearly something else. Its details may not have been worked out in his own mind, but it is repeated that the President would be disappointed if the present conference did not find somewhere in its agenda room for the consideration of the continuing life of the Association of Nations.

The fact that the conference has an idea of future international conventions is suggested to-day in the appointment of a commission on extraterritoriality in China. It is accepted that the logical body to which this commission will report will be another conference held one year hence, possibly in the Far East, as suggested in Article X. of the Chinese ten points.

MORATORIUM LOOMS OUTLAW WEAPONS AS AID TO GERMANY TO COME UP TO-DAY

London Hears Lloyd George Is Working on New Policy to 'Rescue the World.'

Help Berlin Pay January Reparations.

of the American Advisory

Strong Efforts Being Made to Advisers May Not Be Able to File Recommendations

Special Cable to THE NEW YORK HERALD.

The first step in an attempt designed to untangle the German reparation difficulties and stabilize European finances was taken here to-day and against the abolition in modern when Dr. Walter Rathenau, one time warfare of the submarine and poison Minister of Reconstruction in Ger- gases will be made by several submany, conferred twice with Sir Robert Kindersley, director of the Bank

The vice of source of the product of the control of

COMPROMISE

Either Hughes Plan Must Be Accepted or Entirely New Formula Drawn.

THEN MORE BIG SHIPS

Belief Is Expressed That Tokio Will Play Trump Card Later.

HER FAR EAST SOLUTION

Expected to Insist on Foothold in Manchuria and Eastern Inner Mongolia.

By LOUIS SEIBOLD. spatch to THE NEW YORK HERALD.

New York Herald Bureau, | Washington, D. C., Nov. 29. American and British delegates are confident that the professional objections raised by Japanese naval authorities, which are encouraging the delay an agreement over the limita-

tion of capital ship armaments. With full appreciation of the motives that inspire the Japanese naval authorities to demand a 10-10-7 ratio of capital armaments instead of the 5-5-3, as proposed in the Hughes formula, the delegates from the maority of the nations represented at the conference believe the decision of Japan will take the form of an ac-

ceptance of the Hughes ratio. The wholly friendly rivalry regarding major armaments progressed tomatic stage, and the experts have turned their attention to the subcraft. As soon as the Japanese Gov ernment has given its decision re garding the work already completed by the naval experts the capital ship feature of the armament programme will be ready for submission to the full conference. A plenary session may be held at the end of the present

week or the beginning a next

The capital ship issue actually the adoption of an entirely new In answer to popular and growing formula, which both Great Britain of England, and met big business men sentiment for the abolition of both and the United States would oppose

Continued on Page Five.

Ten Firemen Overcome in Cel-

Police Reserves Called to Con-

Because of the smoke that rolled up and into the street from the burning rubber, Capt. Thomas Donohue of the West Forty-seventh street station, es-Fifty-seventh streets. The smoke was had been daily inspections and that the gratings and spread all over the Lewis, however, heard a workman say district between Times Square and that just a week ago one of the brick

Just Prior to Rush Hour.

The fire was discovered only a few minutes before 5 o'clock, just about the motion picture theatres were turning out their afternoon crowds and Capt. Donohoe estimated that at least 10,000 persons surged against the fire. A "reorganisation" by means of a merger with some other corporation became the approved means to a desirable end. So the Inter-Met. was consolidated with the "Finance and Holding Corporation" to form the new Interborough-Consolidated. In that process the securities of the new concern were issued, dollar for dollar, in exchange for the preferred stock of the Inter-Met. to the extent of \$45,000,000, and the desired reduction of capital from \$145,000,000, and the desired reduction of capital from \$145,000,000,000, and the desired reduction of capital from \$145,00 Just Prior to Rush Hour.

Will Be Considered at Meeting Committee.

at Once.

Special Despatch to THE NEW YORK HERALD

brought to bar to-morrow at a gen eral meeting of the American ad-

visory committee, when reports for

Outlaw weapons of warfare will be

New York Herald Bureau,) Washington, D. C., Nov. 29,

RATHENAU SEES BANKERS REPORTS WILL BE MADE day from the technical to the diplo-